

## Message Text

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ORIGIN EB-12

INFO OCT-01 ARA-16 ISO-00 TRSE-00 AGR-20 CEA-02 CIAE-00

COME-00 DODE-00 FRB-03 H-03 INR-11 INT-08 L-03 LAB-06

NSAE-00 NSC-07 PA-04 RSC-01 AID-20 CIEP-03 SS-20

STR-08 TAR-02 USIA-15 PRS-01 SP-03 FEAE-00 OMB-01

SWF-02 /172 R

DRAFTED BY EB/OT/STA:WCLARK,JR.:CLJ

APPROVED BY EB/OT/STA:WCLARK,JR

TREAS:BIRVIN

ARA/APU:FVORTIZ

ARA/LA:WBOWDLER

----- 092611

R 012301Z OCT 74

FM SECSTATE WASHDC

TO AMEMBASSY BUENOS AIRES

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E.O. 11652: N/A

TAGS: ETRD, AR

SUBJECT: COUNTERVAILING DUTIES: NON-RUBBER FOOTWEAR

1. TREASURY ASSISTANT SECRETARY MACDONALD MET WITH ARGENTINE UNDER SECRETARY OF ECONOMY VARTALITIS ON SEPT 30. DURING COURSE OF DISCUSSION MACDONALD EXPLAINED THAT FUND PROPOSED BY ARGENTINA TO COVER 15 PERCENT OF REEMBOLSO WAS NOT ACCEPTABLE, SINCE MONEY PAID INTO FUND WOULD BE USED FOR BENEFIT OF SHOE INDUSTRY. HE ALSO POINTED OUT THAT, AFTER STUDYING MATERIAL PROVIDED BY ARGENTINA, INCLUDING LAWS WHICH REQUIRED TRANSLATION FROM SPANISH TO ENGLISH AND WERE ONLY AVAILABLE IN ENGLISH LAST WEEK, TREASURY HAS DETERMINED THAT LARGE PER CENTAGE OF REEMBOLSO NOT COVERED BY FUND PROPOSAL IS ALSO COUNTERVAILABLE. THUS, ON BASIS  
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PRESENT INFORMATION TREASURY WOULD BE REQUIRED COUNTERVAIL

AT ALMOST FULL AMOUNT OF REEMBOLSO.

2. VARTALITIS EXPRESSED SURPRISE AT SIZE OF PROPOSED DUTY AND SAID SOME WAY MUST BE FOUND TO AVOID DUTY OF THIS MAGNITUDE. WHEN ASKED IF IT WOULD NOT BE POSSIBLE TO REMOVE SUBSIDIES TO ARGENTINE SHOE INDUSTRY, VARTALITIS STATED THAT INDUSTRY COULD NOT SURVIVE WITHOUT SOME FORM OF ASSISTANCE. HE NOTED THAT MATTER WOULD HAVE TO BE DECIDED AT MINISTERIAL LEVEL AND SAID HE WOULD BE IN COMMUNICATION

WITH HIS GOVERNMENT.

3. MACDONALD EXPLAINED TO VARTALITIS THAT TREASURY UNDER PRESSURE FROM COURT TO MAKE FINDING IN THIS CASE BY OCT 15. HE AGREED, HOWEVER, THAT NO ACTION WOULD BE TAKEN DURING REMAINDER OF THIS WEEK. HE URGED VARTALITIS TO STRESS TO HIS GOVERNMENT NEED FOR A REPLY TO U.S. AT LATEST BY FRIDAY, OCT. 4. INGERSOLL

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## Message Attributes

**Automatic Decaptioning:** X  
**Capture Date:** 01 JAN 1994  
**Channel Indicators:** n/a  
**Current Classification:** UNCLASSIFIED  
**Concepts:** FOOTWEAR, COUNTERVAILING DUTIES, NEGOTIATIONS  
**Control Number:** n/a  
**Copy:** SINGLE  
**Draft Date:** 01 OCT 1974  
**Decaption Date:** 01 JAN 1960  
**Decaption Note:**  
**Disposition Action:** RELEASED  
**Disposition Approved on Date:**  
**Disposition Authority:** CollinP0  
**Disposition Case Number:** n/a  
**Disposition Comment:** 25 YEAR REVIEW  
**Disposition Date:** 28 MAY 2004  
**Disposition Event:**  
**Disposition History:** n/a  
**Disposition Reason:**  
**Disposition Remarks:**  
**Document Number:** 1974STATE216439  
**Document Source:** CORE  
**Document Unique ID:** 00  
**Drafter:** WCLARK,JR.:CLJ  
**Enclosure:** n/a  
**Executive Order:** N/A  
**Errors:** N/A  
**Film Number:** D740278-0389  
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**Handling Restrictions:** n/a  
**Image Path:**  
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**Locator:** TEXT ON-LINE, ON MICROFILM  
**Office:** ORIGIN EB  
**Original Classification:** LIMITED OFFICIAL USE  
**Original Handling Restrictions:** n/a  
**Original Previous Classification:** n/a  
**Original Previous Handling Restrictions:** n/a  
**Page Count:** 2  
**Previous Channel Indicators:** n/a  
**Previous Classification:** LIMITED OFFICIAL USE  
**Previous Handling Restrictions:** n/a  
**Reference:** n/a  
**Review Action:** RELEASED, APPROVED  
**Review Authority:** CollinP0  
**Review Comment:** n/a  
**Review Content Flags:**  
**Review Date:** 05 SEP 2002  
**Review Event:**  
**Review Exemptions:** n/a  
**Review History:** RELEASED <05 SEP 2002 by boyleja>; APPROVED <03 MAR 2003 by CollinP0>  
**Review Markings:**

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EO Systematic Review  
30 JUN 2005

**Review Media Identifier:**  
**Review Referrals:** n/a  
**Review Release Date:** n/a  
**Review Release Event:** n/a  
**Review Transfer Date:**  
**Review Withdrawn Fields:** n/a  
**Secure:** OPEN  
**Status:** NATIVE  
**Subject:** COUNTERVAILING DUTIES: NON-RUBBER FOOTWEAR  
**TAGS:** ETRD, AR, US  
**To:** BUENOS AIRES  
**Type:** TE  
**Markings:** Declassified/Released US Department of State EO Systematic Review 30 JUN 2005